

GREGORY S. BELL

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA

Division Director

Minerals Inspection Report

Report Date:

04/13/2015

Reviewed

| Mine Name: Nielson Sandstone | Permit Number: | M/023/0012 | Mine Status: | Active |
|--|------------------|-------------------|------------------|-------------|
| Operator Name: Ash Grove Cement Company | Inspection Date: | 04/07/2015 | Permit Fees: | Paid |
| Inspector(s): Wayne Western | Inspection Time: | 10:15- 10:30 am | Bond Amount: | \$1,403,000 |
| Attendee(s): Josh Nelson, Gordon Jerrett | Weather: | sunny and mild | Bond Escalation: | 06/08/2019 |
| Inspection Purpose: | | Prior Inspection: | 06/05/2014 | |

Conclusions and Recommendations

The site is in good standing. The Operator is shipping in slag for the old Geneva steel mine and stockpiling it on site. The stockpiled material should not be confused with mining operations. The product mined is sandstone for silica.

| | Elements of Inspection | Evaluated & Commented | Enforcement |
|-----|---|---------------------------------------|---------------|
| 1. | Permits, Revisions, Transfer, Bonds | \boxtimes | |
| | The bond, permit fees and annual reports are current. Mine was active last year. | | |
| 2. | Public Safety (shafts, adits, trash, signs, highwalls) | \boxtimes | |
| | There are no underground openings at the site. The highwalls are 15 feet tall and the | re is no evidence that the public acc | ess the area. |
| 3. | Protection of Drainages/Erosion Control | × . | |
| | There are no erosion issues at the site. | | |
| 4. | Deleterious Material | | |
| 5. | Roads (maintenance, surfacing, dust control, safety) | | |
| 6. | Reclamation | \boxtimes | |
| | No reclamation was done in 2014. | | |
| 7. | Backfilling/Grading (trenches, pits, roads, highwalls, shafts) | | |
| 8. | Soils | | |
| 9. | Revegetation | | |
| 10. | Other | | |

| Inspector's Signature: | |
|------------------------|--|
| | |

CC:

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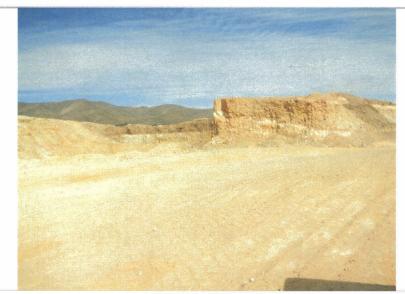


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Active pit area note highwalls in the distance.



Active area pit has a flat bottom and no signs of erosion



Looking west in the pit.



Looking at bedrock in the pit.

